

### LA-UR-19-29757

Approved for public release; distribution is unlimited.

Title: EDGEip - Intelligent Processing at the Edge to Enhance Efficiency

Author(s): Mudunuru, Maruti Kumar

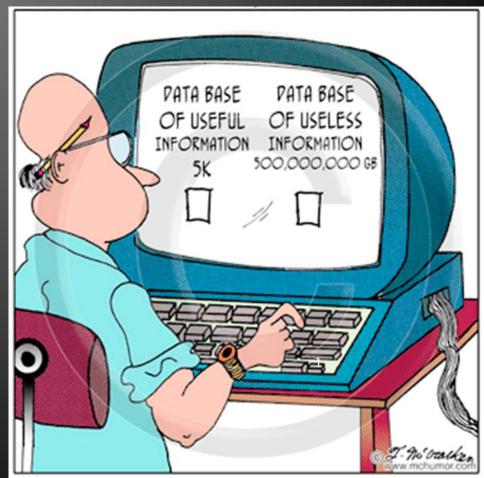
Intended for: Report

Issued: 2019-09-26





EARTH AND ENVIRONMENTAL SCIENCES
LOS ALAMOS NATIONAL LABORATORY



"When oil is \$100 per barrel, everyone is an expert."

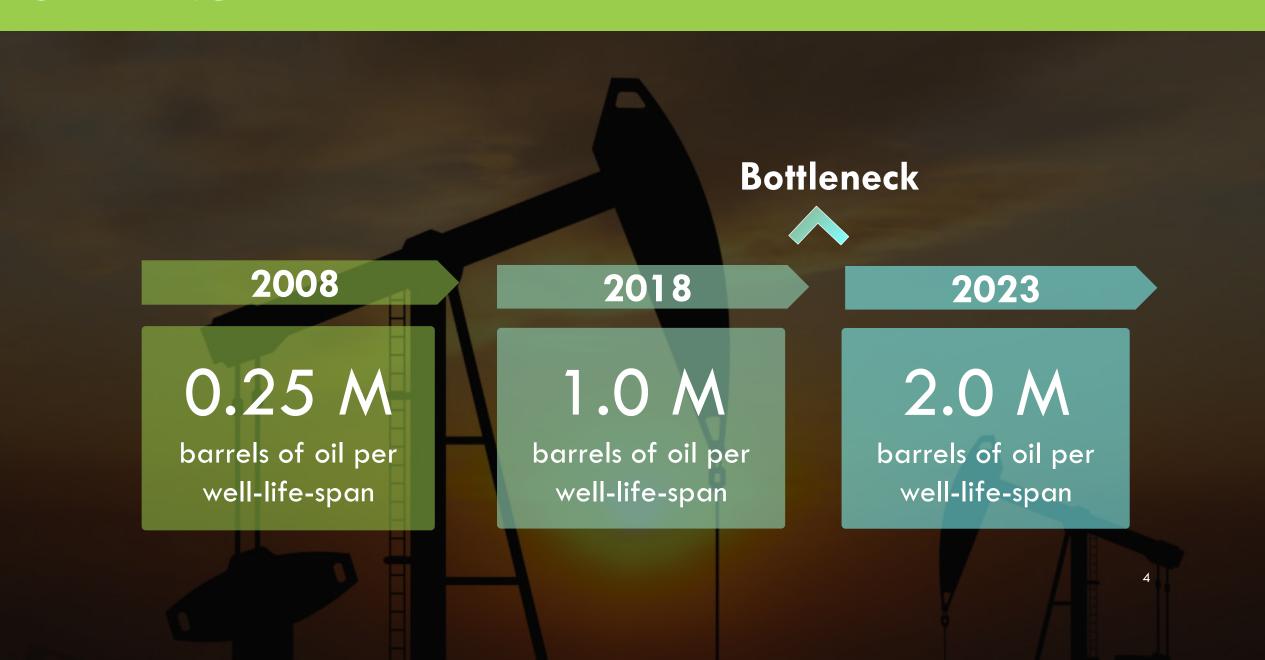
CEO of an Investment Banking Company 2018 Oil & Gas Executive Conference



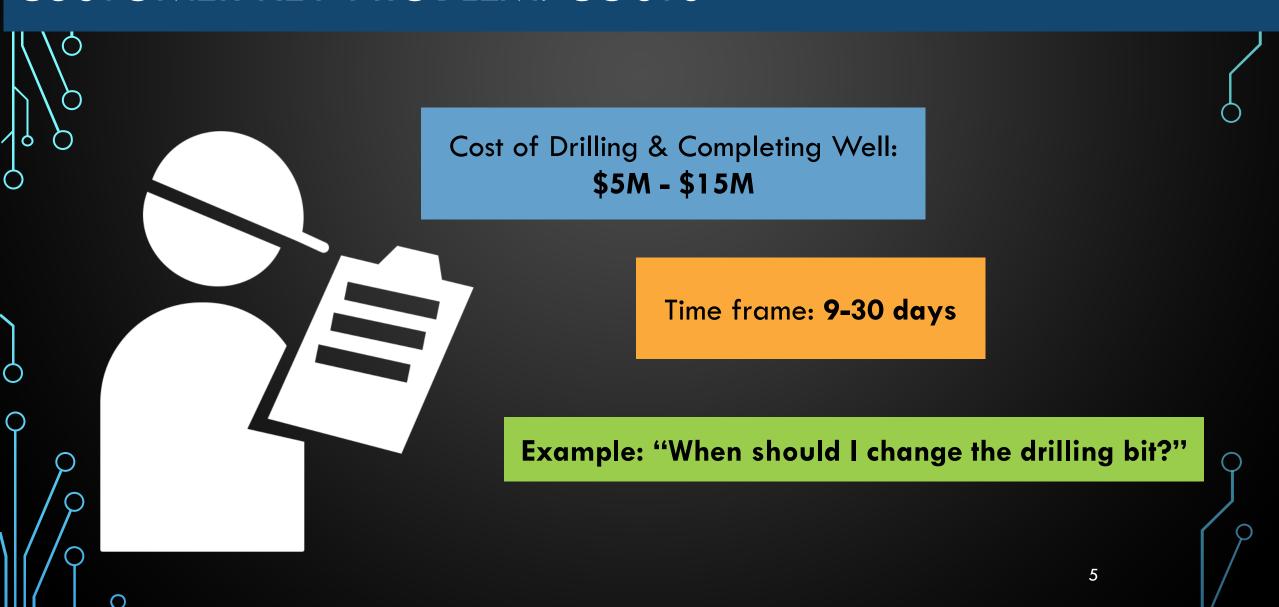
# 2018 US OIL & GAS ESTIMATES



# CHALLENGE



# CUSTOMER KEY PROBLEM: COSTS



# OPPORTUNITY: WHY AM I DOING THIS?

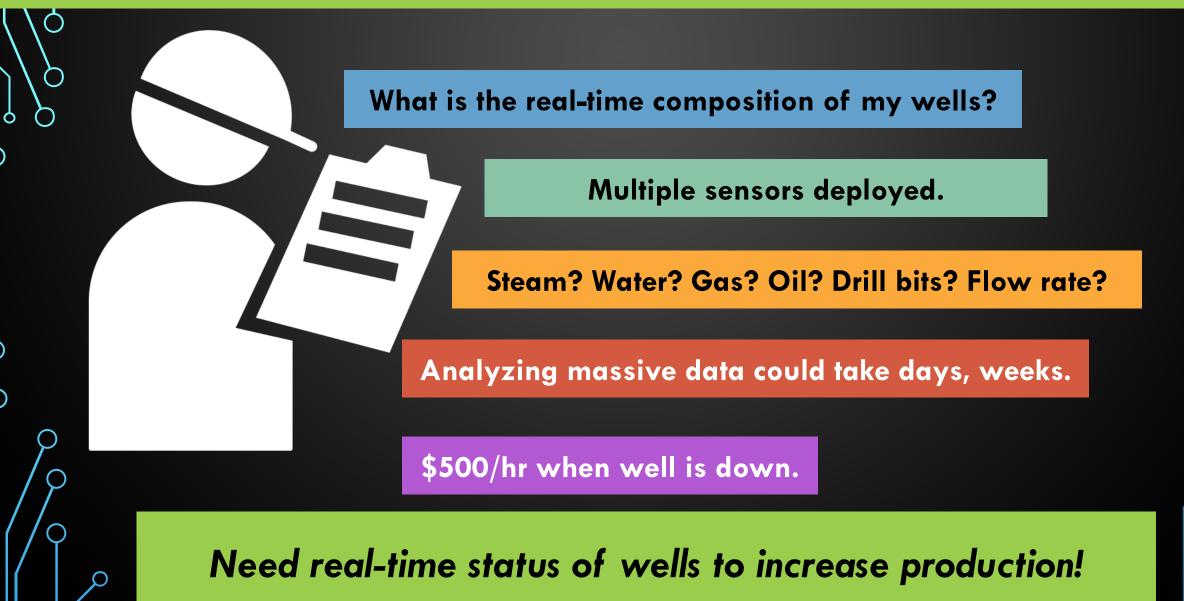
10%

increase in efficiency in drilling and completions

\$1 \( \lambda \)

savings per well

# EXAMPLE: DECISION-DATA FROM SENSORS



## SOLUTION: REAL-TIME MONITORING & SENSOR DATA PROCESSING

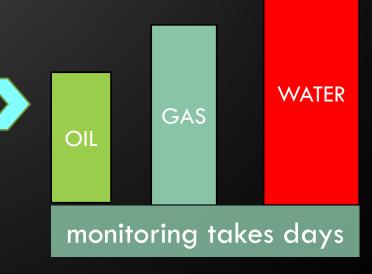
# Real-time Monitoring with EDGEip



oil and gas wells



oil-water-gas separation



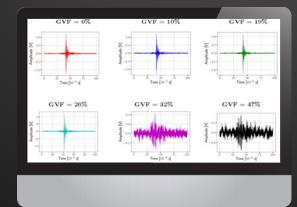
# **SOLUTION: REAL-TIME MONITORING & DATA PROCESSING**





Sensor at the sell

# **EDGE**ip





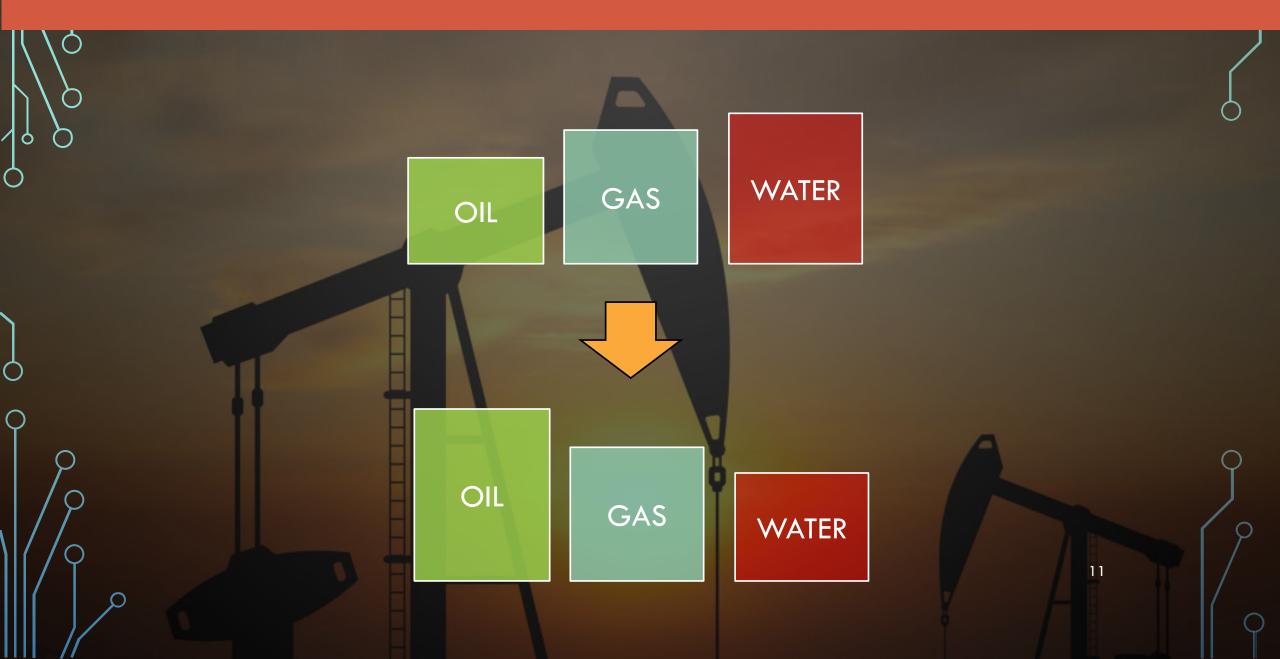




# SOLUTION: ACTIONABLE INFORMATION



# SOLUTION: INCREASE IN PRODUCTION



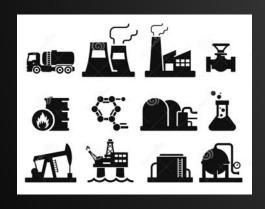
# VALUE PROPOSITION



For oil & gas producers that **do not have real-time information** on wells/production status, installing **EDGE**<sup>ip</sup> software on their sensors will **reduce downtime, maintenance, and help make more money.** 



# US MARKET OPPORTUNITY



\$9B

Total Market
Enhanced Oil Production and
Well Drilling

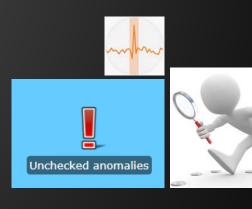






\$900M

Total Addressable Market
Data Analytics for Predictive
Maintenance

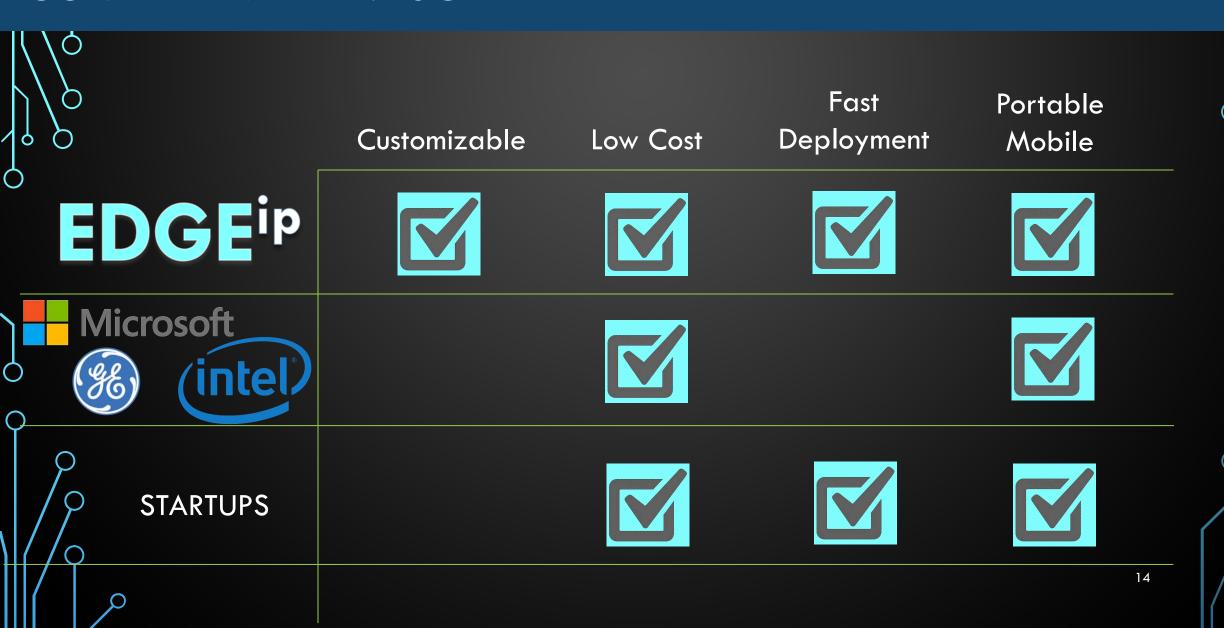


\$300M

Targeted Segment

Data Processing at Sensor Edge

# COMPETITIVE LANDSCAPE



# WHY US?

Existing Oil & Gas partnership

High Performance Computing data processing capabilities

Sensor interface

Access to HUGE datasets

Cutting edge energy-efficient algorithms

# BUSINESS MODEL

Sensor already installed at the well

Software
Customized to
Customer Sensor

Subscription or License

2

Before sensor is installed at a well

Partner with a
Sensor
Company

Customize to New Sensor

License

# GO TO MARKET FOR COMMERCIALIZATION



Test EDGE<sup>ip</sup>
on lab and fielddata and

Field Trials
with Los Alamos
Seismic Network
(LASN) and Chimayo,
NM Well

2019

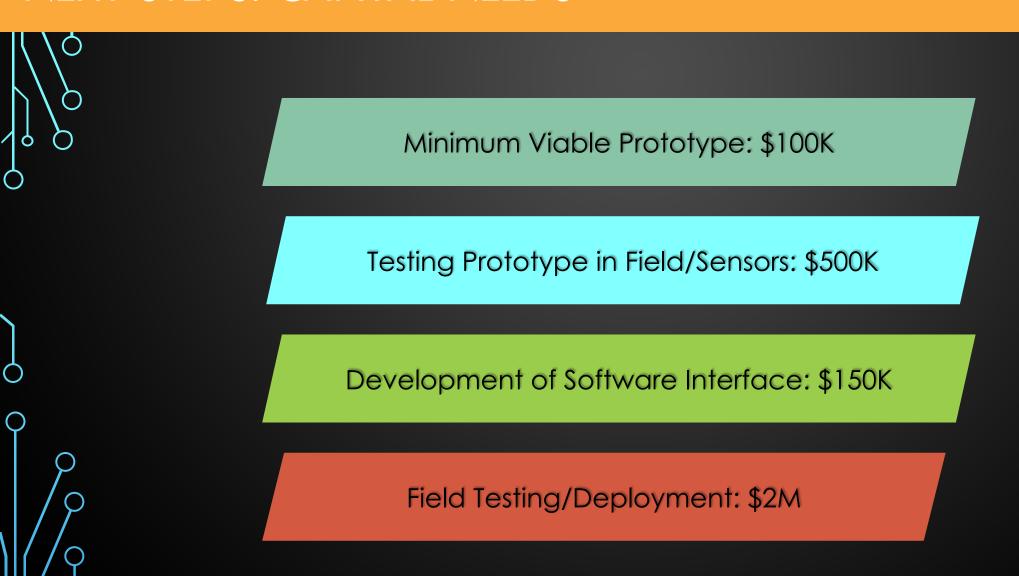
Test EDGE<sup>ip</sup> on
Raspberry Pi/Shake
in real-time
geophysical
monitoring at
Chimayo Well

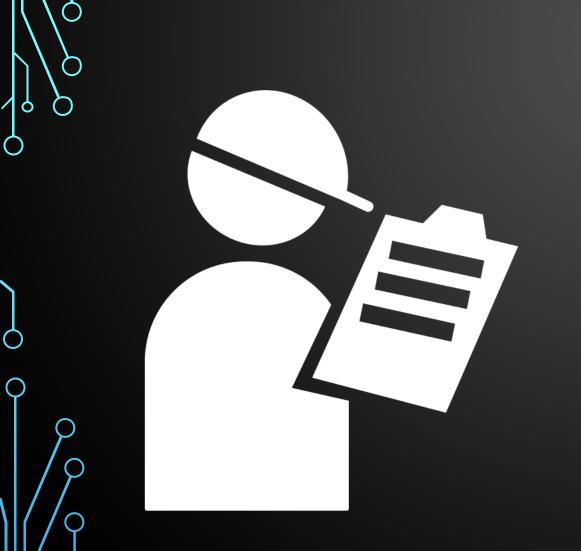
2020

Test **EDGE**<sup>ip</sup> software for Oil & Gas well monitoring with Producers/Operators/ Sensor Manufacturers

Commercialize tested EDGE<sup>ip</sup>

# **NEXT STEPS: CAPITAL NEEDS**





# Looking for partnerships

- Data sets
- Sensor interface
- Field testing

# TEAM & COLLABORATORS: TECHNICAL AND BUSINESS

# **TECHNICAL**

- Maruti Kumar Mudunuru (Data Analytics, Machine Learning, Signal Processing)
- Vamshi Chillara (Collaborator: Sensors, Signal Processing)
- Peter Roberts (Field Deployment Collaborator: Seismic/Geophysical)
- Jeremy Webster (Field Deployment Collaborator: Seismic/Geophysical)
- Satish Karra (Technical Advisor: Data Analytics, Oil & Gas)
- Hari Viswanathan (Technical Advisor: Oil & Gas)
- Gowri Srinivasan (Technical Advisor: Data Analytics)
- Dipen Sinha (Technical Advisor: Sensors, Oil & Gas)
- Paul Johnson (Technical Advisor: Seismic/Geophysical)
- Velimir Vesselinov (Technical Advisor: Environmental Monitoring)
- George Guthrie (Technical Advisor: Oil & Gas, Seismic/Geophysical)

# **BUSINESS**

- Don Winter (Investment Mentor)
- Paul Short (Investment Mentor)
- Don Hickmott (Business Development Mentor)
- Molly Cernicek (Business Development Mentor)

# TECHNICAL MILESTONES

- Oil & Gas
  - MPA-11
- Geophysical
  - EES-17
- Environmental
  - EES-16

# LA-UR-18-21536 LOS Alamos NATIONAL LABORATORY

Extracting eruption dynamics signatures of CO<sub>2</sub>-driven cold-water geysers using machine learning

Maruti Mudunuru<sup>1</sup> (maruti@lanl.gov), Paul Johnson<sup>1</sup>, Satish Karra<sup>1</sup>, Omar Marcillo<sup>1</sup>, Andrew Delorey<sup>1</sup>, and George Guthrie<sup>1</sup>

<sup>1</sup>Earth and Environmental Sciences, Los Alamos National Laboratory.



EST.1943 —

#### **ABSTRACT**

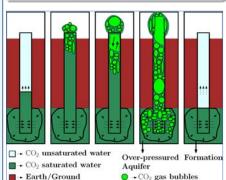
Thermally driven geysers (such as Yellowstone) are characterized by frequent eruptions of liquid water and steam. Another subsurface system capable of producing periodic eruptions (similar to thermal geysers) is CO<sub>2</sub>-driven cold water geysers. They erupt for over 24h at a time with relatively high velocity CO<sub>2</sub>-driven discharge from wellbores. Growing interest in geologic carbon storage has brought attention to CO<sub>2</sub>-driven cold water geysers because of its similarity to high velocity wellbore leakage process. In the CO<sub>2</sub>-driven cold-water geysers, CO<sub>2</sub> (gas) evolves by the pressure reduction (flashing) of CO<sub>2</sub>-rich fluids. Once the internal pressure of CO<sub>2</sub> (aqueous) becomes greater than that of the surrounding fluid, CO<sub>2</sub> separates from the fluid causing bubbles to nucleate, grow, and coalesce. Hydrostatic pressure reduction resulting from increasing CO<sub>2</sub> gas volume fraction enhances expansion of CO<sub>2</sub> bubbles leading to the eruption. In this poster, we wresent a feature extraction framework to identify a set of precursors to understand the eruption dynamics from time-series signals (seismic, acoustic, pressure, water depth, temperature, etc.) using machine learning. To be specific, we extract precursors that characterize the periodic eruption events from noisy data sets through time-series feature engineering and noise-filtering methods. These precursors can help in better understanding of the behavior of eruption times of CO<sub>2</sub>-driven cold-water geysers.

### **Problem Description**

- Substantial concern over the potential impact of groundwater resources is the case that a CO<sub>2</sub> sequestration reservoir were to leak
- · For leakage monitoring in large areas, one needs:
  - . To identify leaks quickly,
  - To discern leakage signals vs anthropocentric noise from large datasets, an
     To have a cost-efficient sensing system
- · Need a generic and robust framework to identify precursors
- Framework should be fast, scalable, and applicable for various applications

#### Objectiv

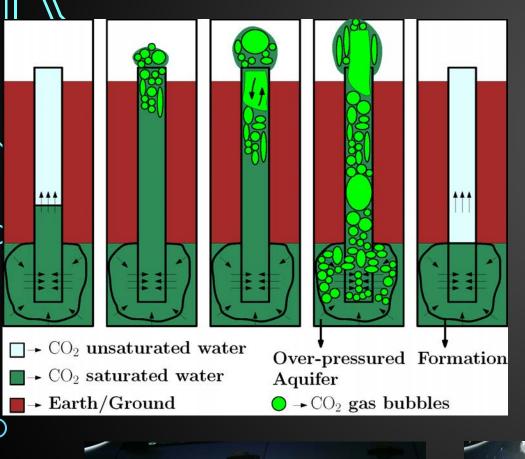
Discover precursors in noisy seismic and infrasound signals related to the CO<sub>2</sub>-driven cold-water geyser at Chimayó geyser, NM

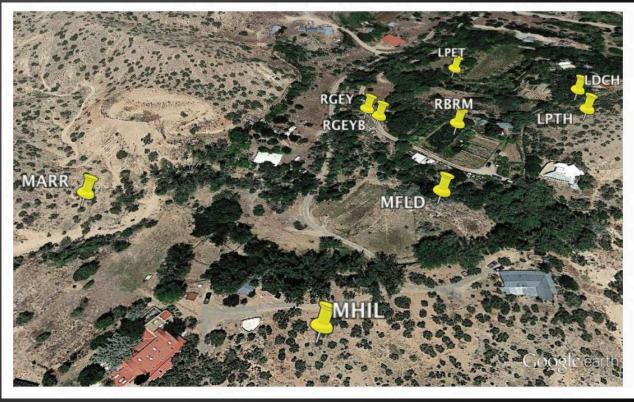


### Acknowledgments

The authors thank Chick-Keller Postdoctoral Fellowship, UC/LANL Entrepreneuria Postdoctoral Fellowship, and LDRD-DR on Critical Stress for support

### **Eruption Dynamics Precursor Extraction using Machine Learning** Hierarchical scalable time-series feature extraction 1. Chimayo geyser and sensor locations, NM 2. Sensor data information Raw time-series for each day Seismic-2 Seismic-3 · Closest station is couple of feet from the wel · Farthest station is 150m from the well · Sampling frequency - 200 KHz . No. of samples per day - 17280000 (UTC time) Sensor data analyzed for 3 days for the closest station 'RGEYB' Feature extraction 3a. RMS of seismic signals 3b. RMS of infrasound signals Eruption event at $\approx$ 16hrs Noise reduction in extracted time-series features 4. Precursors related to seismic and infrasound signals Time-series/Signal features Kalman Filter Noise filtering methods Savitzky-Golay Filter Wiener Filter Features with reduced noise Precursors





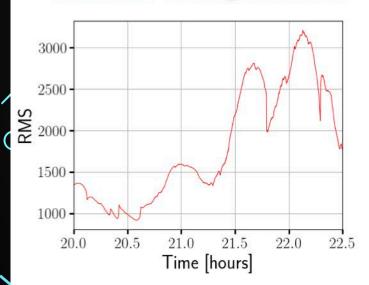




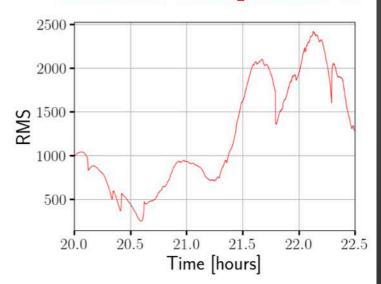


## Eruption event ends at $\approx 21.5$ hrs

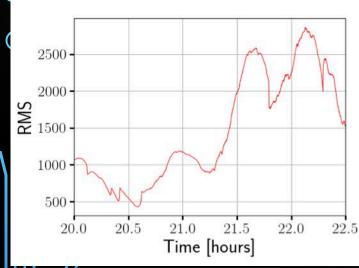
## Seismic Component-1



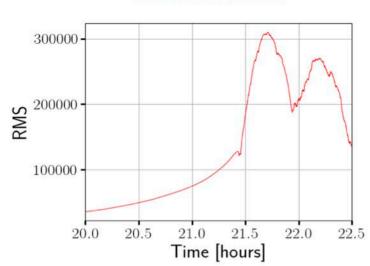
## Seismic Component-2

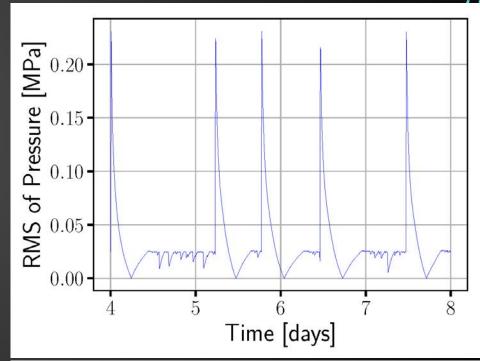


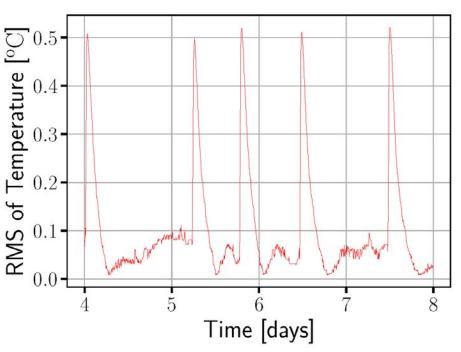
## Seismic Component-3



## Infrasound







# BUSINESS MODEL CANVAS



#### **Key Partners**



- 2. Oil & Gas
  Service
  Companies
- ProcessMonitoringCompanies

### Key Activities



- 2. Testing EDGE<sup>ip</sup> in field
- 3. Small-scale field deployment

#### Key Resources

- 1. Packaging
- 2. Virtual testing with various field datasets
- 3. Copyright disclosure of EDGE<sup>ip</sup>

#### Value Propositions

For small and medium-scale oil & gas producers that do not have realtime information on wells/production status, installing EDGE<sup>ip</sup> software on their sensors will reduce downtime, maintenance, and help make more money.

#### Customer Relationships

- Direct interaction with sensor manufacturers
- Service for increased business value

#### Channels

- 1. Service companies
- IoT sensor/device manufacturers

99

People working in field

### **Customer Segments**

- Well Production and Fluid Composition
- 2. Drilling & Completions
- Frac and Seismic Activity Monitoring
- 4. Spill, Environment, and Contaminant Monitoring

Ğ

5. Pipelines and Corrosion
Detection

#### Cost Structure

- 1. Prototype testing for virtual datasets (e.g. production, drilling and completions, etc)
- 2. Software UX/UI/App
- 3. Sensor interfacing and testing it on field
- 4. Field deployment and small-scale trials

## 4

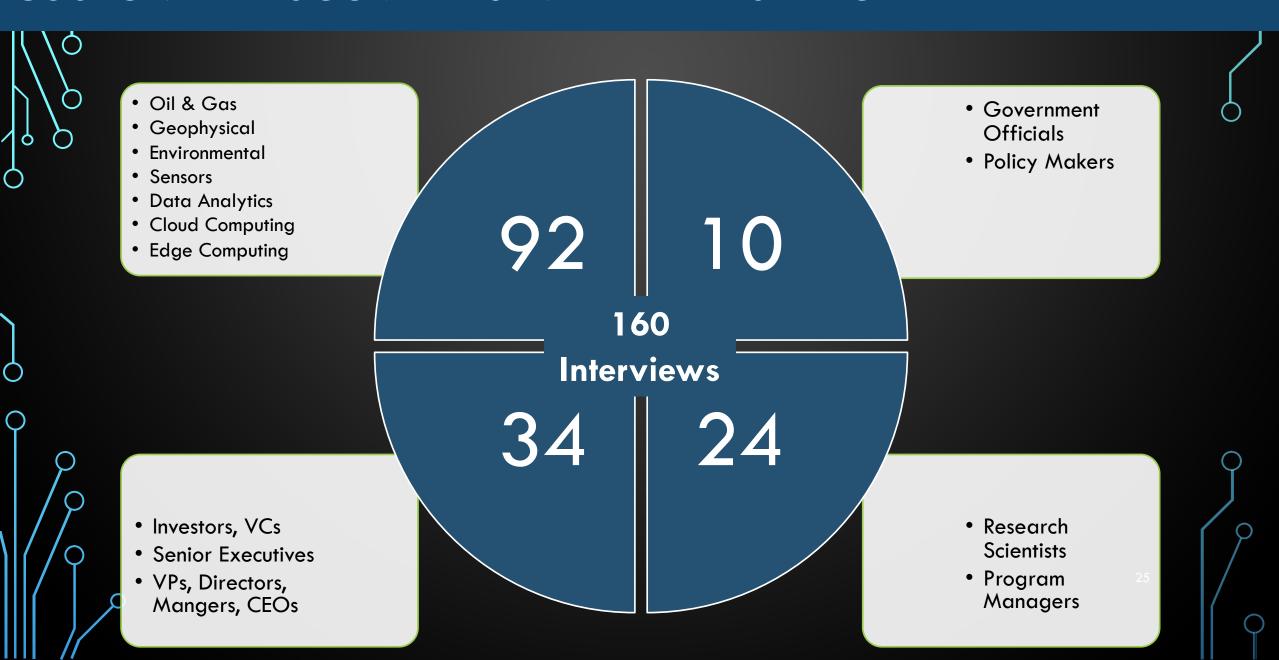
#### Revenue Streams

1. Subscription

8

- 2. Licensing
- 3. Software as standalone product

# CUSTOMER DISCOVERY & MARKET RESEARCH



# HOW I BENEFITED FROM THE FELLOWSHIP?





# Thank You!

## MARUTI KUMAR MUDUNURU

Earth and Environmental Sciences

Los Alamos National Laboratory

Email: MARUTI@LANL.GOV

Phone: 505-667-1049





# **BACK-UP SLIDES**

# CUSTOMER KEY PROBLEM: PRODUCTION STATUS



What's my well production?
Any report-by-exception cases?

- Steam or Water or Gas or Oil?
- What is the real-time composition of my well?
- A loss of around \$500/hour is incurred if a well is not operational
- Analyses of wells using existing workflows take days to weeks of time
- Additional losses are incurred if a well is producing < 100-400 barrels of oil/day</li>

"I hit a bottleneck in oil & gas production!!!

Can anyone help me increasing production?

Can anyone provide real-time status of my well production?"

- CEOs, Senior VPs, Investment Bankers, Business Executives @ DUG Executive Conference
- Senior Manager, Major Oil & Gas Company
- Blue Hill Research on Oil & Gas Production









# CUSTOMER KEY PROBLEM: DRILLING COSTS



Cost of Drilling & Completing Well: \$5M - \$15M

5000-7000ft deep well | 7000-10000ft horizontals 50 fracture stages. | 20-24 pump trucks of 2000HP 10-15 million gallons of water 10-20 million pounds of proppant/sand

Time frame: 9-30 days

# SOLUTION: REAL-TIME MONITORING & DATA PROCESSING



Oil & Gas Wells

How about we monitor production status here in real-time?



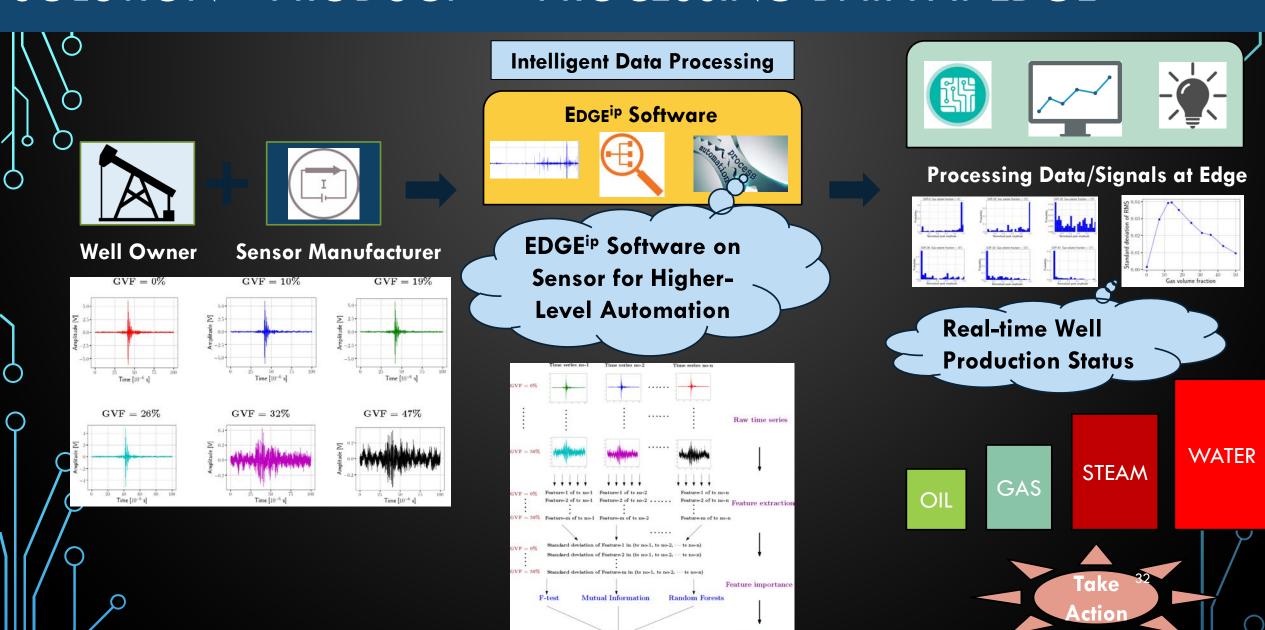
Oil-Water-Gas Separation

"Current status of monitoring oil & gas production takes days of time, we want a system that does this in near real-time"

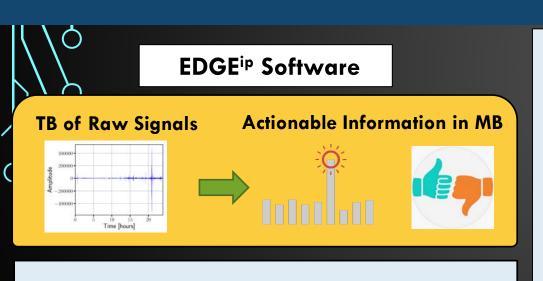
Senior VP, Major Oil & Gas Company, @ DUG Executive Conference



# SOLUTION - PRODUCT --- PROCESSING DATA AT EDGE



## SOLUTION: INCREASED PRODUCTION. REDUCED COSTS.



## Product: EDGE<sup>ip</sup> Software on Raspberry Pi

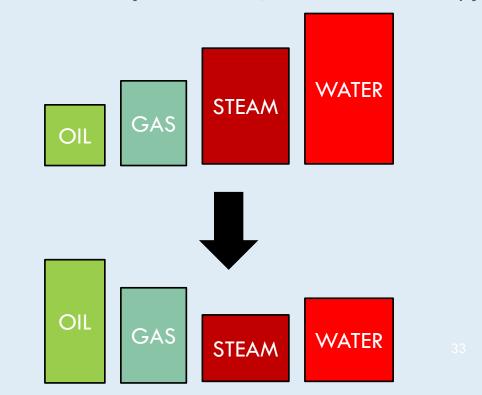




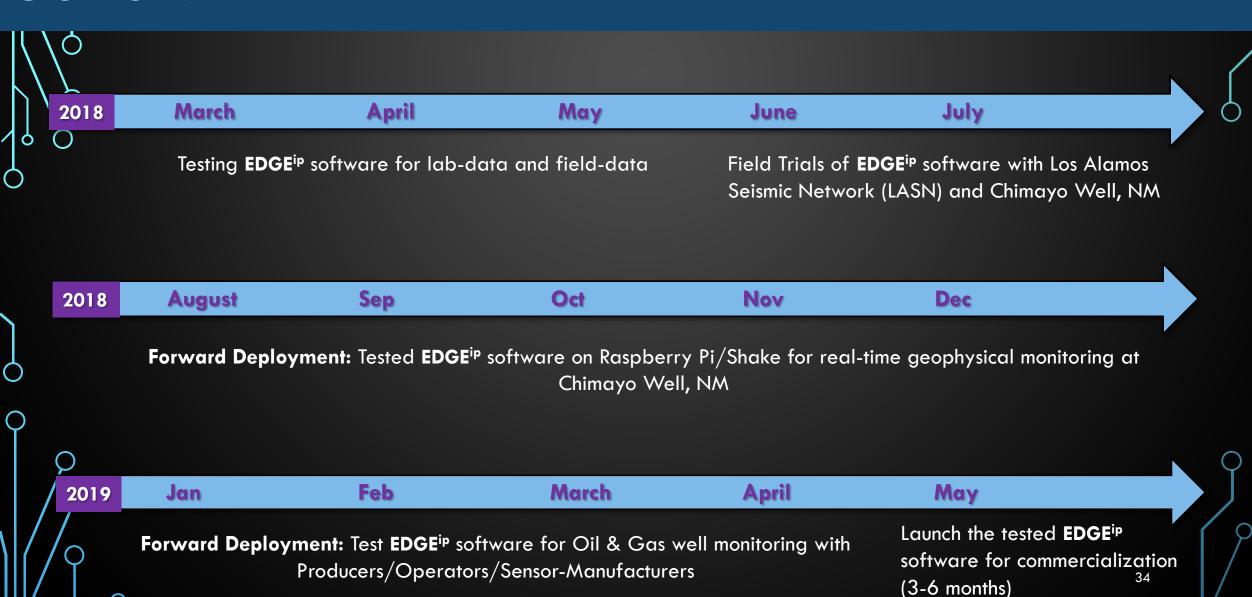




- Massive Cost Reduction, Savings, Reduced Downtime
  - Energy-efficient processing (~power to charge a mobile)
  - Actionable information
  - A 10% increase in drilling and completions efficiency results in savings of \$1M/well
  - 10 % increase in production (~5000 oil barrels/year)



# GO TO MARKET



# PRODUCT STATUS AND VALUE PROPOSITION



- Current product status
  - Testing **EDGE**<sup>ip</sup> software
  - Testing with a potential customer to train the algorithm
  - Datasets
    - Oil & Gas
    - Seismic/Geophysical
    - Environmental

## **BUSINESS MODEL**

- Who Will We Sell To?
  - Sensor Manufacturers
  - Monitoring Companies
    - Oil & Gas producers
    - Seismic/Geophysical/Environmental
  - Subscription/License
- Partnership with Sensor/Processor
   Product Company
  - Oil Majors
  - Raspberry Pi Company
  - RaspberryShake Company

1. Sensor already installed at the well

Software Customized to Customer Sensor

Subscription or License

2. Before sensor is installed at a well

Partner with a Sensor Company

Customize to New Sensor

License

36